

**KING COUNTY, WASHINGTON**

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2002  
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	GOVERNMENTAL ACTIVITIES			
	CONSTRUCTION & FACILITIES MANAGEMENT	EMPLOYEE BENEFITS PROGRAM	FINANCIAL MANAGEMENT SERVICES	INFORMATION RESOURCE MANAGEMENT
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from users	\$ 29,672,436	\$ 129,578,535	\$ 24,078,763	\$ 1,198,799
Cash payments to suppliers for goods and services	(11,295,517)	(126,324,775)	(9,938,702)	(487,042)
Cash payments for employee services	(17,339,395)	(2,242,061)	(12,686,187)	(760,942)
Other operating revenues	-	-	9,511	-
Net cash provided (used) by operating activities	<u>1,037,524</u>	<u>1,011,699</u>	<u>1,463,385</u>	<u>(49,185)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Interest paid on short-term loans	-	-	(1,854)	-
Transfers in	137,826	439	24,491	-
Transfers out	(1,010,585)	-	(79,828)	-
Net cash provided (used) by noncapital financing activities	<u>(872,759)</u>	<u>439</u>	<u>(57,191)</u>	<u>-0-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of assets	(781,838)	(14,107)	(267,452)	(20,702)
Principal paid on general obligation bonds	(130,000)	-	-	-
Interest paid on general obligation bonds	(72,115)	-	-	-
Principal paid on equipment contracts	-	-	-	-
Interest paid on equipment contracts	-	-	-	-
Principal paid on assessment	(14,898)	-	-	-
Proceeds from disposal of capital assets	-	-	-	-
Net cash used by capital and related financing activities	<u>(998,851)</u>	<u>(14,107)</u>	<u>(267,452)</u>	<u>(20,702)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Increase in allocation of pooled reverse repurchase agreement	-	-	-	-
Interest on investments (Including unrealized gains/losses reported as Cash and cash equivalents)	260,715	327,948	564,563	23,221
Net cash provided by investing activities	<u>260,715</u>	<u>327,948</u>	<u>564,563</u>	<u>23,221</u>
NET CASH INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(573,371)	1,325,979	1,703,305	(46,666)
CASH AND CASH EQUIVALENTS - JANUARY 1, 2002	<u>4,729,139</u>	<u>11,098,186</u>	<u>3,865,591</u>	<u>630,182</u>
CASH AND CASH EQUIVALENTS - DECEMBER 31, 2002	<u>\$ 4,155,768</u>	<u>\$ 12,424,165</u>	<u>\$ 5,568,896</u>	<u>\$ 583,516</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 295,281	\$ 3,335,902	\$ 724,675	\$ (1,433)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Depreciation	245,698	12,101	492,601	8,820
Change in assets - (increase) decrease				
Accounts receivable, net	19,144	97,865	-	-
Due from other funds	(332,390)	1,200,051	667,327	-
Due from other governments, net	1,754	-	(3,709)	-
Inventory of supplies	16,511	-	-	-
Prepayments	-	(220,950)	(67,134)	-
Change in liabilities - increase (decrease):				
Accounts payable	57,024	(3,860,639)	19,079	39,612
Retainage payable	-	(25,550)	-	-
Estimated claims settlements	-	365,140	-	-
Due to other funds	636,201	48,120	(420,505)	(121,261)
Wages payable	48,957	(26,416)	(132,053)	2,226
Taxes payable	(6,345)	-	21	-
Deferred revenues	4,125	49,599	-	-
Other liabilities	-	-	34	-
Compensated absences	51,564	36,476	183,049	22,851
Total adjustments	<u>742,243</u>	<u>(2,324,203)</u>	<u>738,710</u>	<u>(47,752)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 1,037,524</u>	<u>\$ 1,011,699</u>	<u>\$ 1,463,385</u>	<u>\$ (49,185)</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:				
Contributions of capital assets from government	\$ 10,196	\$ -	\$ 6,615	\$ -

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COMBINING STATEMENT OF CASH FLOWS  
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	GOVERNMENTAL ACTIVITIES			
	INFORMATION & TELECOMMUNICATIONS SERVICES	INSURANCE	GEOGRAPHIC INFORMATION SYSTEMS	MOTOR POOL EQUIPMENT RENTAL
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from users	\$ 23,270,028	\$ 17,750,888	\$ 2,733,510	\$ 10,107,761
Cash payments to suppliers for goods and services	(8,380,341)	(16,937,833)	(343,530)	(5,854,640)
Cash payments for employee services	(11,305,267)	(974,892)	(1,872,175)	(1,409,811)
Other operating revenues	39,613	15,606	-	83,947
Net cash provided (used) by operating activities	<u>3,624,033</u>	<u>(146,231)</u>	<u>517,805</u>	<u>2,927,257</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Interest paid on short-term loans	-	-	-	-
Transfers in	991,477	-	252,880	-
Transfers out	(1,265,566)	-	-	(291,000)
Net cash provided (used) by noncapital financing activities	<u>(274,089)</u>	<u>-0-</u>	<u>252,880</u>	<u>(291,000)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of assets	(387,984)	-	(63,467)	(1,842,808)
Principal paid on general obligation bonds	(985,000)	-	-	-
Interest paid on general obligation bonds	(236,250)	-	-	-
Principal paid on equipment contracts	(122,564)	-	-	-
Interest paid on equipment contracts	(1,072)	-	-	-
Principal paid on assessment	-	-	-	-
Proceeds from disposal of capital assets	626	-	-	172,271
Net cash used by capital and related financing activities	<u>(1,732,244)</u>	<u>-0-</u>	<u>(63,467)</u>	<u>(1,670,537)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Increase in allocation of pooled reverse repurchase agreement	-	(338,996)	-	-
Interest on investments (Including unrealized gains/losses reported as Cash and cash equivalents)	-	2,625,637	-	371,098
Net cash provided by investing activities	<u>-0-</u>	<u>2,286,641</u>	<u>-0-</u>	<u>371,098</u>
NET CASH INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,617,700	2,140,410	707,218	1,336,818
CASH AND CASH EQUIVALENTS - JANUARY 1, 2002	<u>6,395,774</u>	<u>72,408,703</u>	<u>-</u>	<u>10,220,075</u>
CASH AND CASH EQUIVALENTS - DECEMBER 31, 2002	<u>\$ 8,013,474</u>	<u>\$ 74,549,113</u>	<u>\$ 707,218</u>	<u>\$ 11,556,893</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 941,029	\$ 4,278,128	\$ 276,538	\$ 1,240,387
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Depreciation	1,403,710	13,108	27,613	3,237,429
Change in assets - (increase) decrease				
Accounts receivable, net	78,881	(12,076)	-	-
Due from other funds	(182,883)	448,708	(104,213)	(7,627)
Due from other governments, net	89,715	-	-	3,238
Inventory of supplies	-	-	-	7,512
Prepayments	27,775	(1,652,888)	-	-
Change in liabilities - increase (decrease):				
Accounts payable	108,928	(271,236)	6,291	(97,944)
Retainage payable	-	-	-	-
Estimated claims settlements	-	(2,943,229)	-	-
Due to other funds	1,013,557	(168)	35,952	(1,469,477)
Wages payable	28,418	1,275	105,717	(1,252)
Taxes payable	3,617	-	64	-
Deferred revenues	-	-	-	-
Other liabilities	(13,222)	-	-	-
Compensated absences	124,508	(7,853)	169,843	14,991
Total adjustments	<u>2,683,004</u>	<u>(4,424,359)</u>	<u>241,267</u>	<u>1,686,870</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 3,624,033</u>	<u>\$ (146,231)</u>	<u>\$ 517,805</u>	<u>\$ 2,927,257</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:				
Contributions of capital assets from government	\$ -	\$ -	\$ 34,923	\$ 122,962

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	GOVERNMENTAL ACTIVITIES			
	PRINTING/ GRAPHIC ARTS SERVICES	PUBLIC WORKS EQUIPMENT RENTAL	SAFETY & WORKERS' COMPENSATION	GOVERNMENTAL ACTIVITIES TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from users	\$ 3,018,706	\$ 10,891,456	\$ 17,546,693	\$ 269,847,575
Cash payments to suppliers for goods and services	(2,057,692)	(5,757,728)	(15,727,956)	(203,105,756)
Cash payments for employee services	(1,266,680)	(2,459,302)	(2,937,511)	(55,254,223)
Other operating revenues	7,750	59,270	-	215,697
Net cash provided (used) by operating activities	<u>(297,916)</u>	<u>2,733,696</u>	<u>(1,118,774)</u>	<u>11,703,293</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Interest paid on short-term loans	-	-	-	(1,854)
Transfers in	-	-	-	1,407,113
Transfers out	-	-	-	(2,646,979)
Net cash provided (used) by noncapital financing activities	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>(1,241,720)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of assets	(89,619)	(1,645,261)	(80,609)	(5,193,847)
Principal paid on general obligation bonds	-	-	-	(1,115,000)
Interest paid on general obligation bonds	-	-	-	(308,365)
Principal paid on equipment contracts	-	-	-	(122,564)
Interest paid on equipment contracts	-	-	-	(1,072)
Principal paid on assessment	-	-	-	(14,898)
Proceeds from disposal of capital assets	-	422,098	-	594,995
Net cash used by capital and related financing activities	<u>(89,619)</u>	<u>(1,223,163)</u>	<u>(80,609)</u>	<u>(6,160,751)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Increase in allocation of pooled reverse repurchase agreement	-	-	(59,615)	(398,611)
Interest on investments (Including unrealized gains/losses reported as Cash and cash equivalents)	18,187	361,159	308,362	4,860,890
Net cash provided by investing activities	<u>18,187</u>	<u>361,159</u>	<u>248,747</u>	<u>4,462,279</u>
NET CASH INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(369,348)	1,871,692	(950,636)	8,763,101
CASH AND CASH EQUIVALENTS - JANUARY 1, 2002	<u>843,293</u>	<u>9,547,154</u>	<u>8,766,498</u>	<u>128,504,595</u>
CASH AND CASH EQUIVALENTS - DECEMBER 31, 2002	<u><u>\$ 473,945</u></u>	<u><u>\$ 11,418,846</u></u>	<u><u>\$ 7,815,862</u></u>	<u><u>\$ 137,267,696</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (217,586)	\$ 60,982	\$ (4,002,542)	\$ 6,931,361
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Depreciation	21,899	2,162,170	27,562	7,652,711
Change in assets - (increase) decrease				
Accounts receivable, net	-	-	(319,584)	(135,770)
Due from other funds	17,111	398,617	(21,151)	2,083,550
Due from other governments, net	-	6,351	-	97,349
Inventory of supplies	-	132,351	-	156,374
Prepayments	-	-	-	(1,913,197)
Change in liabilities - increase (decrease):				
Accounts payable	(105,428)	(180,598)	(116,466)	(4,401,377)
Retainage payable	-	-	-	(25,550)
Estimated claims settlements	-	-	3,470,000	891,911
Due to other funds	(2,115)	45,945	(179,036)	(412,787)
Wages payable	(93,201)	6,255	(15,715)	(75,789)
Taxes payable	-	-	-	(2,643)
Deferred revenues	-	-	-	53,724
Other liabilities	-	-	-	(13,188)
Compensated absences	81,404	101,623	38,158	816,614
Total adjustments	<u>(80,330)</u>	<u>2,672,714</u>	<u>2,883,768</u>	<u>4,771,932</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ (297,916)</u></u>	<u><u>\$ 2,733,696</u></u>	<u><u>\$ (1,118,774)</u></u>	<u><u>\$ 11,703,293</u></u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:				
Contributions of capital assets from government	\$ -	\$ 143,177	\$ -	\$ 317,873

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COMBINING STATEMENT OF CASH FLOWS  
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	BUSINESS ACTIVITIES			
	TRANSIT NRV EQUIPMENT RENTAL	WASTEWATER EQUIPMENT RENTAL	BUSINESS ACTIVITIES TOTAL	INTERNAL SERVICE FUNDS TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from users	\$ 21,950	\$ 1,636,074	\$ 1,658,024	\$ 271,505,599
Cash payments to suppliers for goods and services	14,349	(569,404)	(555,055)	(203,660,811)
Cash payments for employee services	(105,764)	(157,704)	(263,468)	(55,517,691)
Other operating revenues	7,457	2,342	9,799	225,496
Net cash provided (used) by operating activities	<u>(62,008)</u>	<u>911,308</u>	<u>849,300</u>	<u>12,552,593</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Interest paid on short-term loans	-	-	-	(1,854)
Transfers in	-	-	-	1,407,113
Transfers out	(5,098,160)	-	(5,098,160)	(7,745,139)
Net cash provided (used) by noncapital financing activities	<u>(5,098,160)</u>	<u>-0-</u>	<u>(5,098,160)</u>	<u>(6,339,880)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of assets	(567,114)	(329,302)	(896,416)	(6,090,263)
Principal paid on general obligation bonds	-	-	-	(1,115,000)
Interest paid on general obligation bonds	-	-	-	(308,365)
Principal paid on equipment contracts	-	-	-	(122,564)
Interest paid on equipment contracts	-	-	-	(1,072)
Principal paid on assessment	-	-	-	(14,898)
Proceeds from disposal of capital assets	-	12,280	12,280	607,275
Net cash used by capital and related financing activities	<u>(567,114)</u>	<u>(317,022)</u>	<u>(884,136)</u>	<u>(7,044,887)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Increase in allocation of pooled reverse repurchase agreement	-	-	-	(398,611)
Interest on investments (Including unrealized gains/losses reported as Cash and cash equivalents)	184,076	117,574	301,650	5,162,540
Net cash provided by investing activities	<u>184,076</u>	<u>117,574</u>	<u>301,650</u>	<u>4,763,929</u>
NET CASH INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(5,543,206)	711,860	(4,831,346)	3,931,755
CASH AND CASH EQUIVALENTS - JANUARY 1, 2002	5,543,206	3,057,924	8,601,130	137,105,725
CASH AND CASH EQUIVALENTS - DECEMBER 31, 2002	<u>\$ -0-</u>	<u>\$ 3,769,784</u>	<u>\$ 3,769,784</u>	<u>\$ 141,037,480</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 7,457	\$ 763,817	\$ 771,274	\$ 7,702,635
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Depreciation	-	360,386	360,386	8,013,097
Change in assets - (increase) decrease				
Accounts receivable, net	-	-	-	(135,770)
Due from other funds	21,950	(93,904)	(71,954)	2,011,596
Due from other governments, net	-	553	553	97,902
Inventory of supplies	110,095	(672)	109,423	265,797
Prepayments	-	-	-	(1,913,197)
Change in liabilities - increase (decrease):				
Accounts payable	(24,334)	(99,505)	(123,839)	(4,525,216)
Retainage payable	-	-	-	(25,550)
Estimated claims settlements	-	-	-	891,911
Due to other funds	(71,412)	(19,367)	(90,779)	(503,566)
Wages payable	(30,045)	-	(30,045)	(105,834)
Taxes payable	-	-	-	(2,643)
Deferred revenues	-	-	-	53,724
Other liabilities	-	-	-	(13,188)
Compensated absences	(75,719)	-	(75,719)	740,895
Total adjustments	<u>(69,465)</u>	<u>147,491</u>	<u>78,026</u>	<u>4,849,958</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (62,008)</u>	<u>\$ 911,308</u>	<u>\$ 849,300</u>	<u>\$ 12,552,593</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:				
Contributions of capital assets from government	\$ -	\$ 320,856	\$ 320,856	\$ 638,729